

BOARD OF ECONOMIC DEVELOPMENT  
GOED CONFERENCE ROOM, 711 E WELLS AVE, PIERRE, SD  
TUESDAY, DECEMBER 10, 2013 – 9:30 AM CT

Members Present

Chairman Jeff Erickson, Tony Klein, Sharon Casey, John Calvin, Mike Luken, Ted Hustead, Pat Prostrollo, Tom Jones, David Lust, Bruce Rampelberg, Scott Parsley

Staff Present

Kim Easland, Travis Dovre, Ashley Moore, Cherissa Nielson, Dale Knapp

Other Staff Present

Mandy Kuipers- BankWest, Inc.  
JJ Linn- Clausen & Rice, LLP

Others Present

Bob Mercer

Call to Order

Chairman Erickson called the meeting to order at 9:34 AM.

Agenda

A motion was made by Tony Klein and seconded by Pat Prostrollo to approve the agenda as presented.

Motion passed by a roll call vote.

Minutes

A motion was made by John Calvin and seconded by Mike Luken to approve the minutes of the meeting held November 15, 2013, November 19, 2013 and December 2, 2013 as presented.

Motion passed by a roll call vote.

Annual Report/Audit Report

A motion was made by Ted Hustead and seconded by Pat Prostrollo to approve the 2013 Annual Report/Audit Report as presented.

Motion passed by a roll call vote

Executive Session

A motion was made by Tony Klein seconded by Sharon Casey to enter into executive session at 9:43 am to discuss contract matters and commercial and financial information relating to loan and other assistance to applicants.

Motion passed by a roll call vote.

Executive Session Report

The Chairman declared the board out of executive session at 10:08 a.m. The Chairman reported that the Board of Economic Development entered into Executive Session to discuss commercial and financial information relating to loan and other assistance to applicants.

A motion was made by Mike Luken and seconded by Pat Prostrollo approve the chairman's report from executive session.

Motion passed by a roll call vote.

## Reports

### South Dakota Division of Banking-Report from Examination

A motion was made by Tony Klein and seconded by Ted Hustead to accept the exam as presented.

Motion passed by a roll call vote

## Loan Reviews

### Lumber Exchange, LLC

A motion was made by Pat Prostrullo and seconded by Mike Luken to approve the loan review and recommendation as presented.

Motion passed by roll call vote.

## Old Business

### Deadwood Biofuels, LLC

A motion was made by Ted Hustead and seconded by Pat Prostrullo to deny the request as presented.

Motion passed by a roll call vote

### Belle Fourche Development Corporation

A motion was made by Mike Luken and seconded by Pat Prostrullo to approve the Economic Development Partnership Program application of Belle Fourche Development Corporation as recommended by staff and Grant Committee in board packet.

#### Belle Fourche Development Corporation

Approve an amendment to the Economic Development Partnership Program grant award to Belle Fourche Development Corporation in the amount of \$103,000, to now include training costs.

Motion passed by a roll call vote

## New Business

### Faulkton Area Economic Development, Gettysburg/Whitlock Bay Development Corporation, Lake Francis Case Development Corporation and Wounded Knee Development Corporation

A motion was made by Sharon Casey and seconded by Ted Hustead to approve the Economic Development Partnership Grant applications of the Faulkton Area Economic Development, Gettysburg/Whitlock Bay Development Corporation, Lake Francis Case Development Corporation and Wounded Knee Development Corporation as recommended by staff and Grant Committee in the board packet.

#### Faulkton Area Economic Development

Approve an Economic Development Partnership grant award to the Faulkton Economic Development in the amount of \$52,220, to be granted in accordance with the board's Economic Development Partnership Award Policy for Staff Funding.

#### Gettysburg/Whitlock Bay Development Corporation

Approve an Economic Development Partnership grant award to the Gettysburg/Whitlock Bay Development Corporation in the amount of \$21,700, to be granted in accordance with the board's Economic Development Partnership Award Policy for Staff Funding.

#### Lake Francis Case Development Corporation

Approve an Economic Development Partnership grant award to the Lake Francis Case Development Corporation in the amount of \$62,275, to be

granted in accordance with the board's Economic Development Partnership Award Policy for Staff Funding.

**Wounded Knee Development Corporation**

Approve an Economic Development Partnership grant award to Wounded Knee Development Corporation in the amount of \$54,000, to be granted in accordance with the board's Economic Development Partnership Award Policy for Staff Funding.

Motion passed by roll call vote.

**City of Wagner, Gettysburg/Whitlock Bay Development Corporation (RLF) and Wessington Springs Area Development Corporation**

A motion made by Pat Prostrullo and seconded by Tony Klein to deny the Economic Development Partnership grant applications of the City of Wagner, Gettysburg/Whitlock Bay Development Corporation (RLF) and Wessington Springs Area Development Corporation as recommended by staff and Grant Committee in the board packet.

Motion passed by roll call vote.

**City of Castlewood and City of Milbank**

A motion was made by Sharon Casey and seconded by Ted Hustead to approve the Local Infrastructure Improvement Grant applications of the City of Castlewood and City of Milbank as recommended by staff and Grant Committee in the board packet.

**City of Castlewood**

Approve a Local Infrastructure Improvement grant award to the City of Castlewood in the amount of \$100,000, to be granted in accordance with the board's Local Infrastructure Improvement Award Policy.

**City of Milbank**

Approve a Local Infrastructure Improvement grant award to the City of Milbank in the amount of \$200,000, to be granted in accordance with the board's Local Infrastructure Improvement Award Policy.

Motion passed by roll call vote.

**City of Pierre**

A motion was made by Pat Prostrullo and seconded by Ted Hustead to deny the Local Infrastructure Improvement Grant application to the City of Pierre as recommended by staff and Grant Committee in the board packet.

Motion passed by roll call vote with Tony Klein abstaining.

**Bills**

A motion was made by Tony Klein and seconded by Sharon Casey to approve the bill payable to BankWest, Inc. in the amount of \$11,000 for the November Servicing, May, Adam, Gerdes & Thompson LLP in the amount of \$1,885.00 and Clausen & Rice, LLP in the amount of \$14,500.

Motion passed by a roll call vote.

Adjourn

A motion was made by Tony Klein and seconded by Pat Prostrullo to adjourn the meeting at 10:20 a.m.

Motion passed by a roll call vote.

  
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Dale Clement, Secretary or  
Tony Klein, Treasurer